GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5146
ANSWERED ON:20.04.2001
RECOMMENDATIONS OF DHANUKA COMMITTEE
NARESH KUMAR PUGLIA

Will the Minister of FINANCE be pleased to state:

(a) whether the Dhanuka Committee has made certainrecommendations to strengthen the Securities and Exchange Board of India (SEBI);

(b) if so, the details thereof;

(c) whether the Government has since examined the recommendations/proposals of the Dhanuka Committee; and

(d) if so, the reaction of the Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (BALASAHEB VIKHE PATIL)

(a) Yes, Sir.

(b) The Dhanuka Committee set up by the Securities &Exchange Board of India (SEBI) in February, 1997 had, inter-alia, recommended that SEBI should be theregulatory agency for regulating the securities market and in relation to certain provisions of the Companies Act.

(c) Yes, Sir.

(d) Some of the recommendations of the Committee havebeen given effect by suitable amendments through the Securities Laws (Amendment) Act, 1999, Securities Laws(Second Amendment) Act, 1999 and the Companies(Amendment) Act, 2000. Further, it is the endeavor of the Government to adequately strengthen SEBI with a view to enabling it to discharge its functions effectively.